

ACCOUNTING FOR SALVAGE VALUE

Original Contract Price (prior to tax)	\$146,554.10
Plus the elimination of salvage value per 4/19/2002 letter	+ \$65,000.00
Less the reduction in work required from BRC	- \$28,458.00
Less the elimination of the line item of hazardous waste testing	- \$1,750.00
Less the amount calculated for salvage value per receipts	- \$18,823.95
Contract Price after Changes (prior to tax)	\$162,522.15
Plus sales tax (8.2%)	+ \$13,326.82
Total Contract Price after Changes including tax	\$175,848.97
Less Original Contract Price including tax	- \$158,571.69
Difference between Original Contract Price and Contract as Modified	<u>\$17,277.28</u>